

State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P2  
JK:jld:rs

P3  
RMR

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in thru 2-10

Don't gen

1 AN ACT ...; relating to: the budget.

\$42,898,400 ✓

*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$15,173,614 and the total amount of the reduction for all municipalities is \$67,808,957. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 40 percent of the entity's county and municipal aid payment in 2011. ✓

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill. 60 ✓

✓ \$72,889,000

*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

- 2 SECTION 1. 79.01 (2d) of the statutes is amended to read:
- 3 79.01 (2d) There is established an account in the general fund entitled the
- 4 "County and Municipal Aid Account." Beginning with the distributions in 2011, the

1 The total amount to be distributed each year in 2011 to counties and municipalities  
2 from the county and municipal aid account is \$824,825,715 and the total amount to  
3 be distributed to counties and municipalities in 2012, and in each year thereafter,  
4 from the county and municipal aid account is \$741,843,144 \$ 709,038,315

5 SECTION 2. 79.02 (5) of the statutes is created to read:

6 \$72,889,000 79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
7 all municipalities from the county and municipal aid account shall be reduced by  
8 \$67,808,957 and the total amount of the payments to all counties from the county and  
9 municipal aid account shall be reduced by \$15,173,614 \$42,898,400

10 (b) 1. To calculate the reduction under this subsection for each municipality, the  
11 department of revenue shall first divide \$67,808,957 by the total population of all  
12 municipalities.

13 2. To calculate the reduction under this subsection for each county, the  
14 department of revenue shall first divide \$15,173,614 by the total population of all  
15 counties.

16 and dividing the result by 2,500 (c) The reduction for a municipality that has a population of less than 2,500 is  
17 the amount calculated by multiplying the amount determined under par. (b) 1. by the  
18 municipality's population, except that the reduction determined under this  
19 paragraph may not exceed the lesser of an amount equal to 40 percent of the 60  
20 municipality's payment from the county and municipal aid account in 2011 or 10  
21 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
22 70.57.

23 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
24 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the

1 municipality's equalized value, as determined under s. 70.57, plus the amount  
2 determined as follows:

3 a. Multiply the amount determined under par. (b) 1. by the municipality's  
4 population.

5 b. Subtract 2,500 from the municipality's population.

6 c. Divide the number determined under subd. 1. b. by 7,500.

7 d. Multiply the number determined under subd. 1. a. by the number  
8 determined under subd. 1. c.

9 2. The reduction determined under this paragraph may not exceed the lesser  
(10) of an amount equal to <sup>(60) ✓</sup>40 percent of the municipality's payment from the county and  
11 municipal aid account in 2011 or 20 cents for each \$1,000 of the municipality's  
12 equalized value, as determined under s. 70.57.

13 (e) 1. The reduction for a municipality that has a population greater than  
14 10,000, but no greater than 50,000, is the amount equal to 20 cents for each \$1,000  
15 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
16 determined as follows:

17 a. Multiply the amount determined under par. (b) 1. by the municipality's  
18 population.

19 b. Subtract 10,000 from the municipality's population.

20 c. Divide the number determined under subd. 1. b. by 40,000.

21 d. Multiply the number determined under subd. 1. a. by the number  
22 determined under subd. 1. c.

23 2. The reduction determined under this paragraph may not exceed the lesser  
(24) of an amount equal to <sup>(60) ✓</sup>40 percent of the municipality's payment from the county and

1 municipal aid account in 2011 or 30 cents for each \$1,000 of the municipality's  
2 equalized value, as determined under s. 70.57.

3 (f) 1. The reduction for a municipality that has a population greater than  
4 50,000, but no greater than 105,000, is the amount equal to 30 cents for each \$1,000  
5 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
6 determined as follows:

7 a. Multiply the amount determined under par. (b) 1. by the municipality's  
8 population.

9 b. Subtract 50,000 from the municipality's population.

10 c. Divide the number determined under subd. 1. b. by 55,000.

11 d. Multiply the number determined under subd. 1. a. by the number  
12 determined under subd. 1. c.

13 2. The reduction determined under this paragraph may not exceed the lesser  
14 of an amount equal to <sup>✓</sup>40<sup>60</sup> percent of the municipality's payment from the county and  
15 municipal aid account in 2011 or 40 cents for each \$1,000 of the municipality's  
16 equalized value, as determined under s. 70.57.

17 (g) The reduction for a municipality that has a population greater than 105,000,  
18 is the lesser of an amount equal to <sup>✓</sup>40<sup>60</sup> percent of the municipality's payment from the  
19 county and municipal aid account in 2011 or 50 cents for each \$1,000 of the  
20 municipality's equalized value, as determined under s. 70.57.

21 (h) The reduction for a county is the amount determined under par. (b) 2.  
22 multiplied by the county's population, except that the reduction determined under  
23 this paragraph may not exceed the lesser of an amount equal to <sup>✓</sup>40<sup>60</sup> percent of the  
24 county's payment from the county and municipal aid account in 2011 or <sup>✓</sup>\$0.075 for  
25 each \$1,000 of the county's equalized value, as determined under s. 70.57.

\$0.20 ✓

(i) 1. The department of revenue shall adjust, in proportion to the population of all municipalities, the payments of all municipalities that have reductions that are less than the maximum allowable reductions under this subsection for those municipalities so that no municipality's reduction exceeds the maximum allowable reduction for that municipality.

2. The department of revenue shall adjust, in proportion to the population of all counties, the payments of all counties that have reductions that are less than the maximum allowable reductions under this subsection for those counties so that no county's reduction exceeds the maximum allowable reduction for that county.

**SECTION 3.** 79.035 (1) of the statutes is amended to read:

79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4) and (5), each county and municipality shall receive a payment from the county and municipal aid account and, beginning with payments in November 2009, from the appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under sub. (2).

**SECTION 4.** 79.043 (6) of the statutes is amended to read:

79.043 (6) For the distribution in 2011 and subsequent years, each county and municipality shall receive a payment under this section and s. 79.035 that is equal to the amount of the payment determined for the county or municipality under s. 79.02 (4) in 2010.

**SECTION 5.** 79.043 (7) of the statutes is created to read:

79.043 (7) For the distribution in 2012 and subsequent years, each county and municipality shall receive a payment under this section and s. 79.035 that is equal

*the amounts determined under par. (b) 1. and 2. as necessary to distribute the full amount of the reductions under this subsection*

1 to the amount of the payment determined for the county or municipality under s.  
2 79.02 (5) for 2012.

3 (END)

**Kreye, Joseph**

---

**From:** Quinn, Brian D - DOA [Brian.Quinn@wisconsin.gov]  
**Sent:** Thursday, February 10, 2011 8:17 PM  
**To:** Kreye, Joseph  
**Subject:** C&M Aid Reductions With DOR Markups  
**Attachments:** CM Aid Reductions Draft - with PZ additional markups added in purple.doc

Joe,

DOR made revisions in the purple/pink highlighted areas. I have looked them over and agree with the edits. We talked about a few of them earlier, but there were a few other changes.

Let me know if you have any questions.

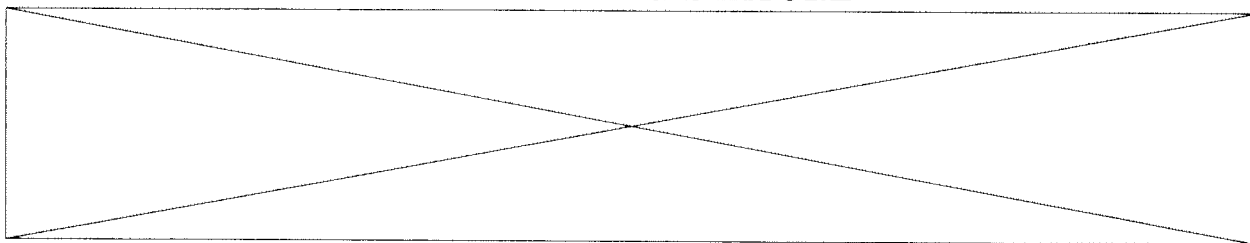
Thanks.

---

Brian Quinn  
Executive Policy & Budget Analyst  
Department of Administration  
Division of Executive Budget and Finance  
(608)-266-1923  
brian.quinn@wisconsin.gov

2/11/2011

**2011 Special Session  
2011 - 2012 LEGISLATURE**



DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET – NOT READY FOR INTRODUCTION  
ENGROSSED 2011 BILL**

**AN ACT ...; relating to: the budget.**

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*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$42,898,400 and the total amount of the reduction for all municipalities is \$72,889,000. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 60 percent of the entity's county and municipal aid payment in 2011.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

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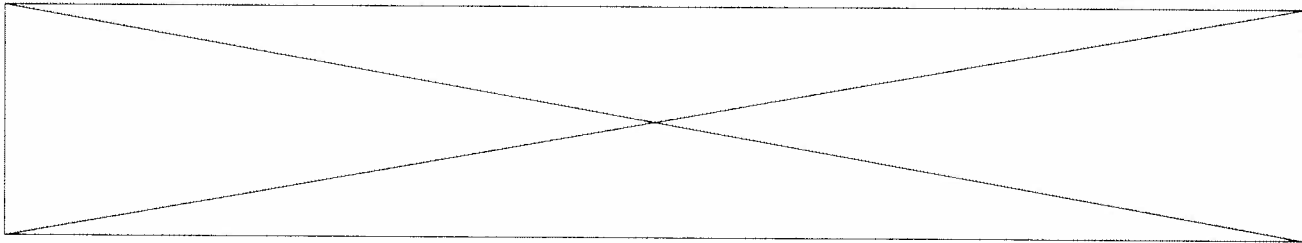
*The people of the state of Wisconsin, represented in senate and assembly,  
do enact as follows:*

**SECTION 1.** 79.01 (2d) of the statutes is amended to read:

79.01 (2d) There is established an account in the general fund entitled the "County and Municipal Aid Account." ~~Beginning with the distributions in 2011,~~  
~~the~~ The total amount to be distributed ~~each year in 2011~~ to counties and



ENGROSSED BILL



municipalities from the county and municipal aid account is \$824,825,715 and the total amount to be distributed to counties and municipalities in 2012, and in each year thereafter, from the county and municipal aid account is ~~\$741,843,144~~ \$709,098,315.

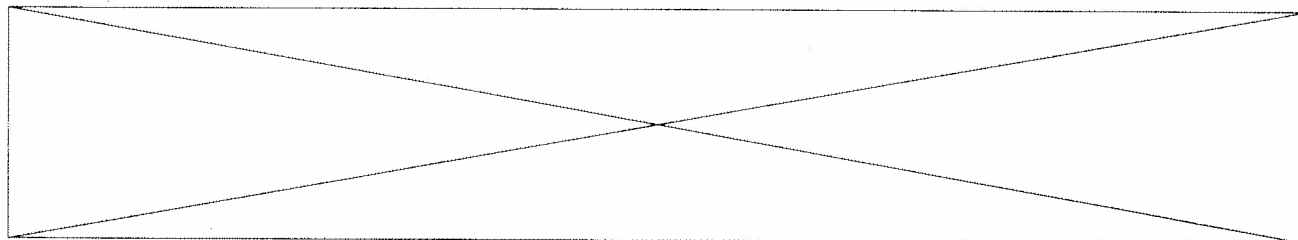
SECTION 2. 79.02 (5) of the statutes is created to read:

79.02 (5) (a) For the distribution in 2012, the total amount of the payments to all municipalities from the county and municipal aid account shall be reduced by \$72,889,000 and the total amount of the payments to all counties from the county and municipal aid account shall be reduced by \$42,898,400.

(b) 1. To calculate the reduction under this subsection for each municipality, the department of revenue shall first divide ~~\$67,808,957~~ \$72,889,000 by the total population of all municipalities. The department shall then adjust the result of this calculation to establish a per capita amount applied to all municipalities so that the reduction for each municipality is no more than the maximum for that municipality and so that the total reductions to county and municipal aid account payments for municipalities is \$72,889,000 under this section.

2. To calculate the reduction under this subsection for each county, the department of revenue shall first divide ~~\$15,173,614~~ \$42,898,400 by the total population of all counties. The department shall then adjust the result of this

ENGROSSED BILL



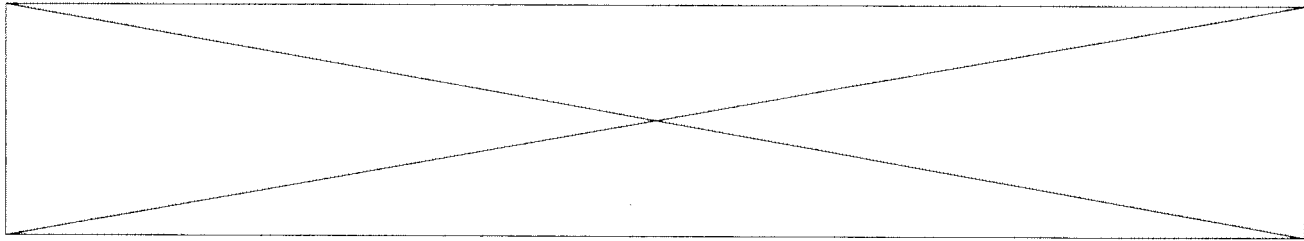
calculation to establish a per capita amount applied to all counties so that the reduction for each county is no more than the maximum for that county and so that the total reductions to county and municipal aid account payments for counties is \$42,898,400 under this section.

(c) The reduction for a municipality that has a population of less than 2,500 is the amount calculated by multiplying the amount determined under par. (b) 1. by the municipality's population multiplied by an amount equal to the municipality's population divided by 2,500 (BQ Note: there will now be an adjustment factor of population/2,500 for municipalities in this population grouping), except that the reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 10 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(d) 1. The reduction for a municipality that has a population of at least 2,500, but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57, plus the amount determined as follows:

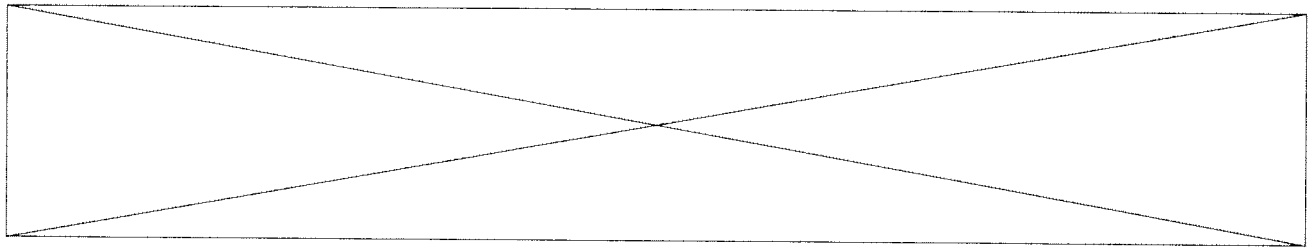
a. Multiply the amount determined under par. (b) 1. by the municipality's population.

**ENGROSSED BILL**



- b. Subtract 2,500 from the municipality's population.
  - c. Divide the number determined under subd. 1. b. by 7,500.
  - d. Multiply the number determined under subd. 1. a. by the number determined under subd. 1. c.
2. The reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 20 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.
- (e) 1. The reduction for a municipality that has a population greater than 10,000, but no greater than 50,000, is the amount equal to 20 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57, plus the amount determined as follows:
- a. Multiply the amount determined under par. (b) 1. by the municipality's population.
  - b. Subtract 10,000 from the municipality's population.
  - c. Divide the number determined under subd. 1. b. by 40,000.
  - d. Multiply the number determined under subd. 1. a. by the number determined under subd. 1. c.

**ENGROSSED BILL**



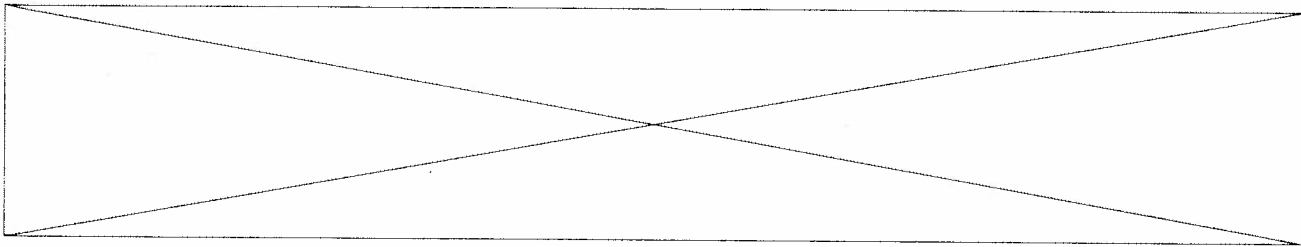
2. The reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 30 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(f) 1. The reduction for a municipality that has a population greater than 50,000, but no greater than 105,000, is the amount equal to 30 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57, plus the amount determined as follows:

- a. Multiply the amount determined under par. (b) 1. by the municipality's population.
- b. Subtract 50,000 from the municipality's population.
- c. Divide the number determined under subd. 1. b. by 55,000.
- d. Multiply the number determined under subd. 1. a. by the number determined under subd. 1. c.

2. The reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 40 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

ENGROSSED BILL



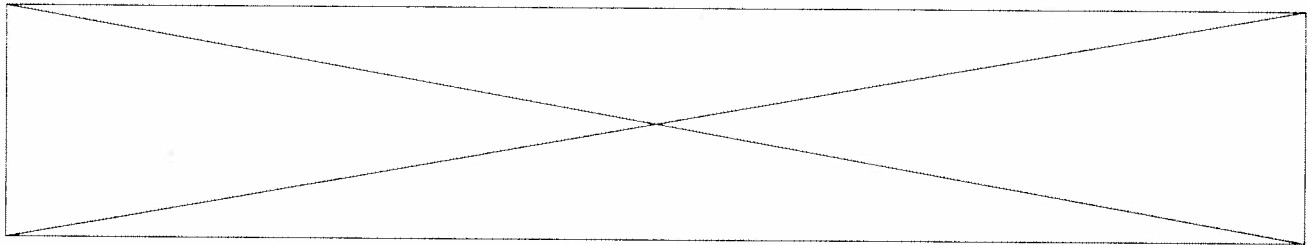
(g) The reduction for a municipality that has a population greater than 105,000, is the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 50 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(h) The reduction for a county is the amount determined under par. (b) 2. multiplied by the county's population, except that the reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the county's payment from the county and municipal aid account in 2011 or \$0.20 for each \$1,000 of the county's equalized value, as determined under s. 70.57.

~~(i) 1. The department of revenue shall adjust, in proportion to the population of all municipalities, the payments of all municipalities that have reductions that are less than the maximum allowable reductions under this subsection for those municipalities so that no municipality's reduction exceeds the maximum allowable reduction for that municipality.~~ BQ Note: Might it make sense to say that the department of revenue shall adjust the amount determined under par. (b) 1 for this purpose or does this language essentially do that? Essentially, for purposes of the formula, that is what is happening.

~~2. The department of revenue shall adjust, in proportion to the population of all counties, the payments of all counties that have reductions that are less than~~

**ENGROSSED BILL**



~~the maximum allowable reductions under this subsection for those counties so  
that no county's reduction exceeds the maximum allowable reduction for that  
county.~~

**SECTION 3.** 79.035 (1) of the statutes is amended to read:

79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4) and (5), each county and municipality shall receive a payment from the county and municipal aid account and, beginning with payments in November 2009, from the appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under sub. (2).

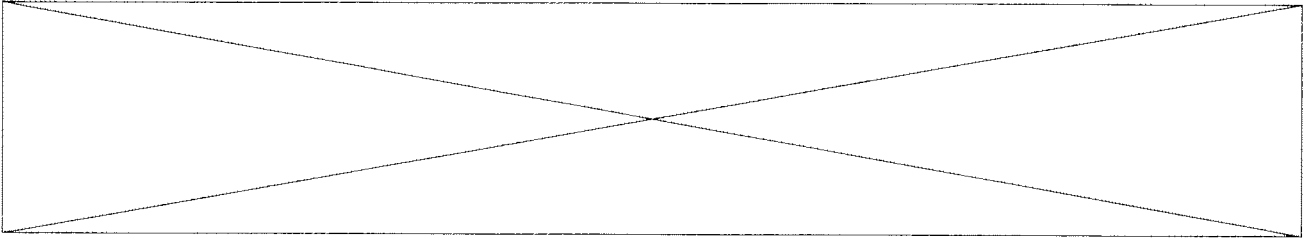
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79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and municipality shall receive a payment under this section and s. 79.035 that is equal to the amount of the payment determined for the county or municipality under s. 79.02 (4) in 2010.

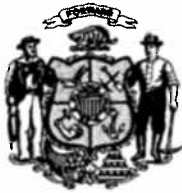
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79.043 (7) For the distribution in 2012 and subsequent years, each county and municipality shall receive a payment under this section and s. 79.035 that is equal to the amount of the payment determined for the county or municipality under s. 79.02 (5) for 2012.

**ENGROSSED BILL**



**(END)**



State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P3  
JK:jld:ph

RMK

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in En 2-11

Don't Gen

X

1

AN ACT ...; relating to: the budget.

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*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$42,898,400 ✓ and the total amount of the reduction for all municipalities is \$72,889,000. ✓ The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 60 percent of the entity's county and municipal aid payment in 2011.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

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*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

2

**SECTION 1.** 79.01 (2d) of the statutes is amended to read:

3

**79.01 (2d)** There is established an account in the general fund entitled the

4

"County and Municipal Aid Account." Beginning with the distributions in 2011, the



1 The total amount to be distributed each year in 2011 to counties and municipalities  
2 from the county and municipal aid account is \$824,825,715 and the total amount to  
3 be distributed to counties and municipalities in 2012, and in each year thereafter,  
4 from the county and municipal aid account is \$709,038,315.

5 **SECTION 2.** 79.02 (5) of the statutes is created to read:

6 79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
7 all municipalities from the county and municipal aid account shall be reduced by  
8 \$72,889,000 and the total amount of the payments to all counties from the county and  
9 municipal aid account shall be reduced by \$42,898,400.

10 (b) 1. To calculate the reduction under this subsection for each municipality, the  
11 department of revenue shall first divide \$72,889,000 by the total population of all  
12 municipalities. *(INSERT 2-12) ✓*

13 2. To calculate the reduction under this subsection for each county, the  
14 department of revenue shall first divide \$42,898,400 by the total population of all  
15 counties. *(INSERT 2-15) ✓*

16 (c) The reduction for a municipality that has a population of less than 2,500 is  
17 the amount calculated by multiplying the amount determined under par. (b) 1. by the  
18 municipality's population *Keep comma* and dividing the result by 2,500, except that the reduction  
19 determined under this paragraph may not exceed the lesser of an amount equal to  
20 60 percent of the municipality's payment from the county and municipal aid account  
21 in 2011 or 10 cents for each \$1,000 of the municipality's equalized value, as  
22 determined under s. 70.57.

23 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
24 *✓* but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the

*multiplied by the quotient of the municipality's population divided by 2,500,*

1 municipality's equalized value, as determined under s. 70.57, plus the amount  
2 determined as follows:

3 a. Multiply the amount determined under par. (b) 1. by the municipality's  
4 population.

5 b. Subtract 2,500 from the municipality's population.

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17 a. Multiply the amount determined under par. (b) 1. by the municipality's  
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23 2. The reduction determined under this paragraph may not exceed the lesser  
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4 50,000, but no greater than 105,000, is the amount equal to 30 cents for each \$1,000  
5 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
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7 a. Multiply the amount determined under par. (b) 1. by the municipality's  
8 population.

9 b. Subtract 50,000 from the municipality's population.

10 c. Divide the number determined under subd. 1. b. by 55,000.

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19 county and municipal aid account in 2011 or 50 cents for each \$1,000 of the  
20 municipality's equalized value, as determined under s. 70.57.

21 (h) The reduction for a county is the amount determined under par. (b) 2.  
22 multiplied by the county's population, except that the reduction determined under  
23 this paragraph may not exceed the lesser of an amount equal to 60 percent of the  
24 county's payment from the county and municipal aid account in 2011 or \$0.20 for  
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- 1 (i) The department of revenue shall adjust the amounts determined under par.  
2 (b) 1. and 2. as necessary to distribute the full amount of the reductions under this  
3 subsection.

4 **SECTION 3.** 79.035 (1) of the statutes is amended to read:

5 79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4)  
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8 appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under  
9 sub. (2).

10 **SECTION 4.** 79.043 (6) of the statutes is amended to read:

11 79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and  
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14 79.02 (4) in 2010.

15 **SECTION 5.** 79.043 (7) of the statutes is created to read:

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17 municipality shall receive a payment under this section and s. 79.035 that is equal  
18 to the amount of the payment determined for the county or municipality under s.  
19 79.02 (5) for 2012.

20 (END)

2011-2012 DRAFTING INSERT  
FROM THE  
LEGISLATIVE REFERENCE BUREAU

LRB-1052/P4ins  
JK:jld:ph

Insert 2 - 12

MS 9T

1 The department shall then adjust the result of the calculation to establish a per  
2 capita amount applied to all municipalities<sup>✓</sup> so that the reduction for each  
3 municipality is no more than the maximum allowable reduction under this  
4 subsection<sup>✓</sup> for that municipality and so that the total reductions to county and  
5 municipal aid payments for municipalities under this subsection<sup>✓</sup> is \$72,889,000.<sup>✓</sup>

Insert 2 - 15

MS 9T

6 The department shall then adjust the result of the calculation to establish a per  
7 capita amount applied to all counties<sup>✓</sup> so that the reduction for each county is no more  
8 than the maximum allowable reduction under this subsection<sup>✓</sup> for that county and so  
9 that the total reductions to county and municipal aid payments for counties under  
10 this subsection is \$42,898,400.<sup>✓</sup>

**Kreye, Joseph**

---

**From:** Quinn, Brian D - DOA [Brian.Quinn@wisconsin.gov]

**Sent:** Tuesday, February 15, 2011 4:09 AM

**To:** Kreye, Joseph

**Subject:** Re: County and Municipal Aid Draft

Joe,

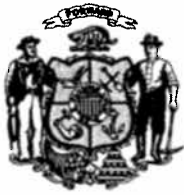
It may be too late, but in case it's not can you make one small change to LRB-1052/P4? I noticed that Green Bay could possibly fall into tier 5 due to updated population estimates, which could lead to a disjointed effect where they suddenly take a bigger cut than is intended. The change to tier 5 is that the calculation would be  $(\text{population} - 105,000) \times \text{per capita amount as determined in par. (b) 1, limited to 0.5 mills or 60\%}$ . There would be no additional adjustment factor.

Let me know if you have any questions.

---

Brian Quinn  
Executive Policy & Budget Analyst  
Department of Administration  
Division of Executive Budget and Finance  
(608)-266-1923  
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2/15/2011



State of Wisconsin  
2011 - 2012 LEGISLATURE



LRB-1052/P4

JK:jld:jf

twj RMR

DOA:.....Quinn, BB0229 - County and municipal aid reductions

**FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION**

in 2-15-11

Do Not Gen

1 AN ACT ...; relating to: the budget.

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*Analysis by the Legislative Reference Bureau*

**SHARED REVENUE**

This bill reduces the total amount of county and municipal aid payments beginning in 2012. The total amount of the reduction for all counties is \$42,898,400 and the total amount of the reduction for all municipalities is \$72,889,000. The reductions are allocated, generally, based on population and limited for each county and municipality to the lesser of a percentage of the entity's property value or 60 percent of the entity's county and municipal aid payment in 2011.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

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*The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:*

2 **SECTION 1.** 79.01 (2d) of the statutes is amended to read:

3 79.01 (2d) There is established an account in the general fund entitled the

4 "County and Municipal Aid Account." ~~Beginning with the distributions in 2011, the~~

1     The total amount to be distributed each year in 2011 to counties and municipalities  
2     from the county and municipal aid account is \$824,825,715 and the total amount to  
3     be distributed to counties and municipalities in 2012, and in each year thereafter,  
4     from the county and municipal aid account is \$709,038,315.

5             **SECTION 2.** 79.02 (5) of the statutes is created to read:

6             79.02 (5) (a) For the distribution in 2012, the total amount of the payments to  
7     all municipalities from the county and municipal aid account shall be reduced by  
8     \$72,889,000 and the total amount of the payments to all counties from the county and  
9     municipal aid account shall be reduced by \$42,898,400.

10            (b) 1. To calculate the reduction under this subsection for each municipality, the  
11     department of revenue shall first divide \$72,889,000 by the total population of all  
12     municipalities. The department shall then adjust the result of the calculation to  
13     establish a per capita amount applied to all municipalities so that the reduction for  
14     each municipality is no more than the maximum allowable reduction under this  
15     subsection for that municipality and so that the total reductions to county and  
16     municipal aid payments for municipalities under this subsection is \$72,889,000.

17            2. To calculate the reduction under this subsection for each county, the  
18     department of revenue shall first divide \$42,898,400 by the total population of all  
19     counties. The department shall then adjust the result of the calculation to establish  
20     a per capita amount applied to all counties so that the reduction for each county is  
21     no more than the maximum allowable reduction under this subsection for that  
22     county and so that the total reductions to county and municipal aid payments for  
23     counties under this subsection is \$42,898,400.

24            (c) The reduction for a municipality that has a population of less than 2,500 is  
25     the amount calculated by multiplying the amount determined under par. (b) 1. by the



1 municipality's population, multiplied by the quotient of the municipality's  
2 population divided by 2,500, except that the reduction determined under this  
3 paragraph may not exceed the lesser of an amount equal to 60 percent of the  
4 municipality's payment from the county and municipal aid account in 2011 or 10  
5 cents for each \$1,000 of the municipality's equalized value, as determined under s.  
6 70.57.

7 (d) 1. The reduction for a municipality that has a population of at least 2,500,  
8 but no greater than 10,000, is the amount equal to 10 cents for each \$1,000 of the  
9 municipality's equalized value, as determined under s. 70.57, plus the amount  
10 determined as follows:

11 a. Multiply the amount determined under par. (b) 1. by the municipality's  
12 population.

13 b. Subtract 2,500 from the municipality's population.

14 c. Divide the number determined under subd. 1. b. by 7,500.

15 d. Multiply the number determined under subd. 1. a. by the number  
16 determined under subd. 1. c.

17 2. The reduction determined under this paragraph may not exceed the lesser  
18 of an amount equal to 60 percent of the municipality's payment from the county and  
19 municipal aid account in 2011 or 20 cents for each \$1,000 of the municipality's  
20 equalized value, as determined under s. 70.57.

21 (e) 1. The reduction for a municipality that has a population greater than  
22 10,000, but no greater than 50,000, is the amount equal to 20 cents for each \$1,000  
23 of the municipality's equalized value, as determined under s. 70.57, plus the amount  
24 determined as follows:

1           a. Multiply the amount determined under par. (b) 1. by the municipality's  
2       population.

3           b. Subtract 10,000 from the municipality's population.

4           c. Divide the number determined under subd. 1. b. by 40,000.

5           d. Multiply the number determined under subd. 1. a. by the number  
6       determined under subd. 1. c.

7           2. The reduction determined under this paragraph may not exceed the lesser  
8       of an amount equal to 60 percent of the municipality's payment from the county and  
9       municipal aid account in 2011 or 30 cents for each \$1,000 of the municipality's  
10      equalized value, as determined under s. 70.57.

11          (f) 1. The reduction for a municipality that has a population greater than  
12      50,000, but no greater than 105,000, is the amount equal to 30 cents for each \$1,000  
13      of the municipality's equalized value, as determined under s. 70.57, plus the amount  
14      determined as follows:

15          a. Multiply the amount determined under par. (b) 1. by the municipality's  
16      population.

17          b. Subtract 50,000 from the municipality's population.

18          c. Divide the number determined under subd. 1. b. by 55,000.

19          d. Multiply the number determined under subd. 1. a. by the number  
20      determined under subd. 1. c.

21          2. The reduction determined under this paragraph may not exceed the lesser  
22      of an amount equal to 60 percent of the municipality's payment from the county and  
23      municipal aid account in 2011 or 40 cents for each \$1,000 of the municipality's  
24      equalized value, as determined under s. 70.57.

(g) The reduction for a municipality that has a population greater than 105,000 is the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 50 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(h) The reduction for a county is the amount determined under par. (b) 2. multiplied by the county's population, except that the reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the county's payment from the county and municipal aid account in 2011 or \$0.20 for each \$1,000 of the county's equalized value, as determined under s. 70.57.

**SECTION 3.** 79.035 (1) of the statutes is amended to read:

79.035 (1) In 2004 and subsequent years, except as provided under s. 79.02 (4) and (5), each county and municipality shall receive a payment from the county and municipal aid account and, beginning with payments in November 2009, from the appropriation accounts under s. 20.835 (1) (q) and (r) in an amount determined under sub. (2).

**SECTION 4.** 79.043 (6) of the statutes is amended to read:

79.043 (6) For the distribution in 2011 ~~and subsequent years~~, each county and municipality shall receive a payment under this section and s. 79.035 that is equal to the amount of the payment determined for the county or municipality under s. 79.02 (4) in 2010.

**SECTION 5.** 79.043 (7) of the statutes is created to read:

79.043 (7) For the distribution in 2012 and subsequent years, each county and municipality shall receive a payment under this section and s. 79.035 that is equal

*Not* the amount determined by subtracting 105,000 from the municipality's population and multiplying the result by the amount determined under par. (b) 1, except that the reduction determined under this paragraph may not exceed

1 to the amount of the payment determined for the county or municipality under s.  
2 79.02 (5) for 2012.

3 (END)

**Kreye, Joseph**

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**From:** Quinn, Brian D - DOA [Brian.Quinn@wisconsin.gov]

**Sent:** Tuesday, February 15, 2011 11:46 AM

**To:** Kreye, Joseph

**Subject:** FW: County and Municipal Aid Draft

Joe,

We got a last minute change that I took the liberty of making the necessary edits for. Instead of doing that formula change, we would just raise the threshold to 110,000 and change the adjustment factor accordingly.

(f) 1. The reduction for a municipality that has a population greater than 50,000, but no greater than **110,000**, is the amount equal to 30 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57, plus the amount determined as follows:

a. Multiply the amount determined under par. (b) 1. by the municipality's population.

b. Subtract 50,000 from the municipality's population.

c. Divide the number determined under subd. 1. b. by **60,000**.

d. Multiply the number determined under subd. 1. a. by the number determined under subd. 1. c.

2. The reduction determined under this paragraph may not exceed the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 40 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

(g) The reduction for a municipality that has a population greater than **110,000**, is the lesser of an amount equal to 60 percent of the municipality's payment from the county and municipal aid account in 2011 or 50 cents for each \$1,000 of the municipality's equalized value, as determined under s. 70.57.

My sincerest apologies that we had to tweak this again.

Thanks,

Brian

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**From:** Quinn, Brian D - DOA

**Sent:** Tuesday, February 15, 2011 9:06 AM

**To:** Kreye, Joseph - LEGIS

**Subject:** RE: County and Municipal Aid Draft

And if you could forward me the language for that paragraph just so I can confirm it does what we need, that would be great.

Thanks.

-Brian

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2/15/2011

**From:** Kreye, Joseph [mailto:Joseph.Kreye@legis.wisconsin.gov]  
**Sent:** Tuesday, February 15, 2011 8:55 AM  
**To:** Quinn, Brian D - DOA  
**Subject:** RE: County and Municipal Aid Draft

Hi Brian,

Can you give me the page and line numbers where this change would be made? Thanks.

Joe

**Joseph Kreye**  
**Senior Legislative Attorney**  
Legislative Reference Bureau  
608 266-2263

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**From:** Quinn, Brian D - DOA [mailto:Brian.Quinn@wisconsin.gov]  
**Sent:** Tuesday, February 15, 2011 4:09 AM  
**To:** Kreye, Joseph  
**Subject:** Re: County and Municipal Aid Draft

Joe,

It may be too late, but in case it's not can you make one small change to LRB-1052/P4? I noticed that Green Bay could possibly fall into tier 5 due to updated population estimates, which could lead to a disjointed effect where they suddenly take a bigger cut than is intended. The change to tier 5 is that the calculation would be (population - 105,000) x per capita amount as determined in par. (b) 1, limited to 0.5 mills or 60%. There would be no additional adjustment factor.

Let me know if you have any questions.

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